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Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

February 24, 2015

The Honorable Steve Brunk, Chairperson House Committee on Federal and State Affairs Statehouse, Room 285-N Topeka, Kansas 66612

Dear Representative Brunk:

SUBJECT: Fiscal Note for HB 2295 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2295 is respectfully submitted to your committee.

HB 2295 would amend existing bingo statutes as follows:

- 1. Remove the 25 game limit per session, including the five game limit on special games;
- 2. Increase the limit on the aggregate value of all prizes awarded during a single session from \$1,200 to \$5,000;
- 3. Increase the limit on the prize amount awarded for any regular call game from \$50 to \$200, and from \$500 to \$1,000 for special games;
- 4. Increase the maximum charge for a single instant bingo ticket from \$2 to \$4;
- 5. Allow bingo to be played on any calendar day of the week, rather than only two days per week;
- 6. Increase the number of drawings allowed from one to three, with a value not exceeding \$50 rather than \$25;
- 7. Remove the requirement that no premises be subdivided, to provide multiple premises;
- 8. Remove the requirement that there be 44 hours between bingo games on leased premises; and
- 9. Remove the restriction that a bingo premises cannot be located within 1,000 feet of another bingo premises.

Estimated State Fiscal Effect				
	FY 2015	FY 2015	FY 2016	FY 2016
	SGF	All Funds	SGF	All Funds
Revenue			\$80,040	\$120,000
Expenditure				
FTE Pos.				

Since HB 2295 would increase instant bingo ticket charges and allow bingo to be played more often, the Department of Revenue estimates a 33.0 percent increase in annual revenues from bingo taxes beginning in FY 2016. The Department estimates an increase of \$120,000 in FY 2016, of which \$80,040 would be remitted to the State General Fund and \$39,960 would be remitted to the State Bingo Regulation Fund. Any fiscal effect associated with HB 2295 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Jack Smith, Department of Revenue